# GOVERNMENT OF INDIA
# FINANCE
# LOK SABHA

UNSTARRED QUESTION NO:1841
ANSWERED ON:24.08.2007
LOAN TO CUSTOMERS BY NATIONALISED BANKS
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**Will the Minister of FINANCE be pleased to state:**

(a) the details of deposits and advances in Banks in rural and urban, areas, State-wise;

(b) whether there is wide difference between deposits and advances in most of the nationalised banks in rural areas;

(c) if so, the details and the reasons therefor; and

(d) the steps taken by the Government to rectify the disparity for the grant of Joans/ advances to the customers/farmers in rural areas through nationalised banks?

## Answer

Minister of State in the Ministry of Finance(Shri Pawan Kumar Bansal)

(a) State-wise details of Aggregate Deposits and Gross Bank Credit in rural and urban areas in respect of Scheduled Commercial Banks as on March 31,2007 are annexed.

(b) Yes, Sir.

( c) and (d) : The Reserve Bank of India (RBI) have advised all Public Sector Banks (PSBs) to achieve a Credit Deposit Ratio (CDR) of 60% in respect of their rural and semi-urban branches, separately on All India basis and to ensure that wide disparity in the ratios between different States/Regions is avoided in order to minimize regional and sectoral imbalances in credit deployment.

RBI has advised the convener banks of the States to monitor the issue of CDR in the State Level Banker`s Committee (SLBC) meetings and identify measures for enhancing the CD Ratio. RBI have also advised the banks to set up Special Sub Committees(SSCs) of the District level Consultative Committees having CDR of less than 40,in order to monitor the CDR and draw up Monitorable Action Plans(MAPs) to increase the CDR.